

City of Detroit

CITY COUNCIL

IRVIN CORLEY, JR.
DIRECTOR
(313) 224-1076

FISCAL ANALYSIS DIVISION
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Detroit, Michigan 48226
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ANNE MARIE LANGAN
DEPUTY DIRECTOR
(313) 224-1078

TO: COUNCILMEMBERS

FROM: Irvin Corley, Jr., Director *ICJ.*
Anne Marie Langan, Deputy Director *AML*

DATE: July 18, 2008

RE: Bond Ballot Proposals for the November 2008 Election

The Administration has requested Council's authorization of six resolutions to place capital bond authorization proposals totaling \$ 263 million on the November ballot. This additional authorization if approved by the voters would give the city about 5 years' worth of bond authorization plus some contingency, since recently budgeted bond sales have been close to \$50 million.

The 2008-2009 budget includes appropriations of \$53.155 million, which the Administration plans to sell during the fiscal year. The city will have an effective remaining balance of \$63.08 million in unbudgeted remaining voter authorization.

Attached is a chart that shows the breakdown of the ballot proposals by agency as well as what was approved by the voters in the prior proposals going back to 2000.

The tentative projects for each of the 18 agencies represented in these ballot proposals are included in the packet provided by the Mayor's Office and are attached to this report.

Council should keep in mind that the department allocations and the capital project lists are advisory only and simply follow currently voiced capital needs that the departments provided to the Budget Department during the most recent budget process.

Understandably, two years from now priorities could change and a more urgent capital project could emerge that would then need funding. Over half of the projects for the Police Department tie directly to the Department of Justice's consent decree, which was planned for in the most recent capital agenda published in December 2006. None of the projects proposed for the Police Department are related to a new headquarters.

The Council has the ability to analyze and investigate each proposed project before approving the capital funds in specific departments at two additional points in the process before the bonds are sold: first when the capital funds are presented by the Mayor as appropriations during the budget process and second, when Council is requested to authorize the actual bond sale.

Due to state law (Act No. 248 of 1999), bond ballot proposals must now include the estimated first year cost to the taxpayer if the entire authorization was sold at the same time and the average cost for the life of the bonds must also be reported. Combining all six proposals, the estimated tax rate that would be levied in the first year would be 1.5875, with the estimated tax rate over the bond's maximum life of 30 years to be 0.9398. According to the Assessor's office the median homeowner's "taxable" valuation is \$33,500 and that would equate to \$53.10 in new taxes for the first year and an average of \$31.48 in annual taxes for the remaining debt service years. This is how the law forces the ballot language to be written.

However, this assumes that all \$263 million in bonds would be sold in the same year. As stated earlier in this report, the average annual bond sale in the annual budget has remained for many years close to \$50 million. Based on the voter authorization there is a tax rate to cover the annual debt service for all outstanding general obligation bond sales. Over the last 8 years, the debt service tax rate has ranged from the current rate of 7.4779 mills to 8.9437 mills in 2001/2002.

The Budget Department is not anticipating any substantial increase in the debt service millage in upcoming years due to any increases in annual bond sales.

Attached is a chart from the 2008-2009 Executive Budget Summary that shows the outstanding debt service requirement schedule for general obligation unlimited tax bonds. If the city were not to sell another unlimited tax bond, there would be an average payment of \$41 million through 2025 and then the debt service millage of approximately 8 mills would be eliminated. During those same 20 years, the city would have to use funds from the general fund to complete any capital projects. The city could sell general obligation bonds but they would be "limited" and the debt service payment would come from the general fund mills of 19.95 mills, which are the same dollars that finance annual operating costs for city departments and services.

Based on the documents provided by the Budget Department, we have some initial questions on the proposed ballot initiatives:

1. Please provide a chart by department that shows in which departments' remains the \$63 million in current unauthorized bonds.
2. Please provide a breakdown by agency of the bonds that have been sold but not yet expended and detail what projects they are to be used for.

3. Planning and Development – Please provide additional detail on the projects in citywide infrastructure improvements.
4. Planning and Development – Please explain both the Bell Building project and Core City Neighborhood project in more detail.
5. Planning and Development – Please detail what the \$19 million authorized in 2004 was actually used for.
6. Police – How much of the \$78 million authorized in 2004 has been appropriated/expended and what projects were chosen?
7. Civic Center – Were the fire suppression systems at Cobo and the ADA upgrades at Hart Plaza completed as listed in the 2004 bond proposal? If not, what was completed instead?
8. PLD – Of the \$52 million authorized in the last 2 bond sales how much has been spent on maintaining the existing systems and how much has been appropriated for new construction infrastructure?
9. General Services – Please provide some detail regarding the projects needed for each of the departments listed.
10. Detroit Public Library – Please provide a rationale as to why this needs to go through the city when the DPL has chosen to separately handle the operating millage proposals?
11. Eastern Market – Please explain the projects proposed with this funding.
12. Airport – What projects were completed with the \$10 million they received in the last two authorizations, and why is the city committed to such a large increase for the airport when there is little activity taking place there?

We would respectfully request that Budget assist in coordinating the questions with the respective agencies.

As stated in the Mayor's letter to Council, Council authorization before recess is critical because the resolutions must be submitted to the City Clerk by August 26, 2008, in order to be placed on the November 4, 2008 ballot.

Attachments

cc: Council Divisions
Auditor General
Norman White, Finance Director
Pamela Scales, Budget Director
Renee Short, Budget Manager
Kerwin Wimberley, Mayor's Office

History of General Obligation Bond Ballot Proposals
(in Millions)

Ballot Proposal Categories	Agency	2008	2004	2000
Neighborhood Redevelopment & Economic Development	Planning & Development	25.00	19.00	25.00
Public Safety	Police	30.00	78.00	6.00
	Fire/EMS	36.00	17.50	6.00
	Health	6.00	7.50	5.00
		72.00	103.00	17.00
Public Lighting	PLD	22.00	22.00	30.00
Municipal Facilities	DPW	10.00	6.00	5.00
	Civic Center	10.00	9.00	3.00
	General Services	15.00	-	-
		35.00	15.00	8.00
Transportation	DDOT	-	12.00	5.00
	Detroit Transportation Corp.	-	15.00	-
	Airport	12.00	5.00	5.00
		12.00	32.00	10.00
Cultural Facilities	DIA	25.00	-	25.00
	C.H. Wright Museum	2.50	-	4.00
	Historical Museum	3.00	-	6.00
	Detroit Public Library	25.00	-	-
	Recreation	25.00	14.00	36.00
	Zoo	9.00	8.00	10.00
	Eastern Market	7.50	2.00	-
		97.00	24.00	81.00
Ballot Proposal Totals		263.00	215.00	171.00
Current Bond Balances		63.08	55.30	46.60
Available Bonds		326.08	270.30	217.60

TOTAL OUTSTANDING DEBT SERVICE REQUIREMENT SCHEDULE
As of April 2, 2008

	General Obligations						Revenue and Other (1)			Requirements
Fiscal	Unlimited Tax			Limited Tax						G.O. (Unlimited),
Year										G.O. (Limited),
Ending	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total	Revenue
										and Other
2008	12,240,000	659,400	12,899,400	20,130,000	4,845,174	24,975,174	133,434,319	255,882,236	389,316,555	427,191,128
2009	42,515,000	27,039,015	69,554,015	135,380,000	16,784,290	152,164,290	137,799,436	261,637,243	399,436,679	621,154,984
2010	44,825,000	24,680,625	69,505,625	31,015,000	11,180,303	42,195,303	141,504,131	258,126,644	399,630,775	511,331,703
2011	44,345,000	22,463,495	66,808,495	32,365,000	9,798,112	42,163,112	145,887,741	253,729,874	399,617,615	508,589,221
2012	41,785,000	20,337,075	62,122,075	33,850,000	8,356,655	42,206,655	158,063,762	249,236,036	407,299,798	511,628,529
2013	41,210,000	18,237,567	59,447,567	35,360,000	6,762,372	42,122,372	158,893,532	248,000,036	406,893,568	508,463,507
2014	34,980,000	16,127,954	51,107,954	18,420,000	5,022,978	23,442,978	162,145,769	248,500,541	410,646,309	485,197,242
2015	32,545,000	14,332,429	46,877,429	5,695,000	4,102,060	9,797,060	166,083,359	244,574,825	410,658,184	467,332,673
2016	29,270,000	12,649,753	41,919,753	5,925,000	3,785,250	9,710,250	170,691,374	239,426,896	410,118,270	461,748,273
2017	30,780,000	11,131,679	41,911,679	6,195,000	3,452,019	9,647,019	175,022,773	235,847,446	410,870,219	462,428,917
2018	32,285,000	9,575,359	41,860,359	6,475,000	3,088,342	9,563,342	177,282,848	230,325,456	407,608,304	459,032,005
2019	30,960,000	7,892,922	38,852,922	6,800,000	2,707,389	9,507,389	181,830,678	225,026,262	406,856,940	455,217,250
2020	31,830,000	6,318,958	38,148,958	7,130,000	2,306,832	9,436,832	188,464,939	218,892,216	407,357,155	454,942,945
2021	32,700,000	4,700,134	37,400,134	7,865,000	1,886,142	9,751,142	191,100,519	217,778,232	408,878,752	456,030,027
2022	24,400,000	2,999,669	27,399,669	6,570,000	1,445,873	8,015,873	186,143,369	212,909,921	399,053,290	434,468,831
2023	16,570,000	1,743,073	18,313,073	6,840,000	1,109,018	7,949,018	199,743,190	207,430,460	407,173,650	433,435,741
2024	12,675,000	897,835	13,572,835	7,210,000	758,318	7,968,318	203,542,559	201,502,962	405,045,521	426,586,674
2025	5,000,000	250,000	5,250,000	7,580,000	388,645	7,968,645	217,159,886	166,583,353	383,743,239	396,961,884
2026							212,855,969	157,887,460	370,743,429	370,743,429
2027							232,092,051	148,328,069	380,420,120	380,420,120
2028							242,309,099	138,019,962	380,329,062	380,329,062
2029							253,244,656	127,253,002	380,497,658	380,497,658
2030							261,163,056	113,820,936	374,983,992	374,983,992
2031							207,293,725	102,180,986	309,474,711	309,474,711
2032							212,262,144	91,465,004	303,727,148	303,727,148
2033							282,770,450	77,903,213	360,673,663	360,673,663
2034							293,018,750	60,941,361	353,960,111	353,960,111
2035							303,311,250	43,984,795	347,296,045	347,296,045
2036							296,565,000	29,137,760	325,702,760	325,702,760
2037							300,670,000	12,764,776	313,434,776	313,434,776
	\$ 540,915,000	\$ 202,036,942	\$ 742,951,942	\$ 380,805,000	\$ 87,779,769	\$ 468,584,769	\$ 6,192,350,335	\$ 5,279,097,962	\$ 11,471,448,297	\$ 12,682,985,008

Note: Totals may not add due to rounding.

(1) Includes debt service for the Water and Sewerage Systems and for the Detroit Building Authority (Parking System) which is paid from revenues of the individual systems.
Of the total Revenue and Other Debt Service Requirement Water and Sewage accounted for approximately 99%.

July 14, 2008

Detroit City Council
1340 Coleman A. Young
Municipal Center
Detroit, Michigan

Re: Capital Bond Authorization Proposals

Honorable City Council:

In order to continue the process of an orderly capital improvement program over the next several years, it will be necessary to seek approval from the electorate for additional bond authorizations.

The 2008-09 Budget includes an issue of \$53,155,000 general obligation bonds, which are expected to be sold, during the fiscal year. The combination of prior authorizations and the proposed bond sale in the current budget leaves the City with only \$63,080,000 in voter authorized, but un-issued bonds for General City agencies. There also exists an additional \$24,000,000 of authorized, but un-issued, general obligation bonds dating back to 1960 for sewer construction (prior to that agency's ability to sell revenue bonds). The last time that the City requested voter authorization was on November 2, 2004 when \$215,000,000 was approved for various City of Detroit capital projects.

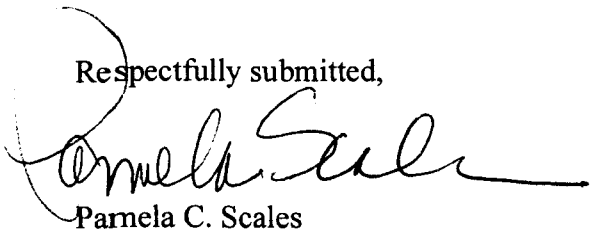
It is imperative that we seek additional voter authorization to continue some critical capital improvement projects. Currently, we have several departments that have zero voter authorization to sell general obligation bonds in the future. Departments that have zero or a minimum amount remaining voter authorization are: Airport, Detroit Institute of Arts, General Services, Health, Historical, Library, Public Lighting, Recreation and Zoo. The remaining agencies have one year or less of remaining voter authorization after the sale of the FY 2008-09 budgeted bonds.

Therefore, having reviewed our capital needs, I am submitting to Your Honorable Body, six bond authorization proposals for inclusion on the November 4, 2008 General Election ballot. Specifically, I am requesting your approval for submission to the voters for a General Obligation Bond Authorization Program totaling \$263 million. This package addresses the City's capital needs in the areas of Economic Development (\$25 million); Public Lighting (\$22 million); Public Safety (Police, Fire, EMS, and Health) (\$72 million); Museums, Libraries and Recreational Facilities (\$97 million); Municipal Facilities (\$35 million) and Transportation Facilities (\$12 million). The attached summary is an outline of tentatively proposed projects.

Detroit City Council
July 14, 2008
Page 2

The attached resolutions will authorize the placement of these proposals on the ballot. The approved package must be submitted to the City Clerk at least seventy (70) days prior to the election, which date is August 26, 2008, in order to be placed on the November 4, 2008 General Election ballot for consideration by the voters of the City of Detroit.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Pamela Scales", with a long horizontal stroke extending to the right.

Pamela C. Scales
Budget Director

cc: Mayor Kwame M. Kilpatrick,
Deputy Mayor Anthony Adams
Norman White, Chief Financial Officer

CITY OF DETROIT
GENERAL OBLIGATION BONDS PROJECT LISTING
2008 REQUEST FOR ADDITIONAL VOTER AUTHORIZATION

BONDS BALLOT PROPOSALS		AMOUNT (in millions)
I <u>NEIGHBORHOOD REDEVELOPMENT AND ECONOMIC DEVELOPMENT (PROPOSAL N)</u>		
Planning & Development		
1. Citywide Infrastructure Improvements	\$10.00	
2. Virigina Park - Infrastructure	1.50	
3. Bell Building - Infrastructure	3.00	
4. Harbor Hill/Marina - Infrastructure	3.00	
5. Jefferson Chalmers - Infrastrure	3.00	
6. McDougall/Hunt - Infrastructure	1.50	
7. Oakland East Infrastructure	1.50	
8. Core City Neighborhood - Infrastructure	1.50	
TOTAL NEIGHBORHOOD REDEVELOPMENT AND ECONOMIC DEV		\$25.00
II <u>PUBLIC SAFETY (PROPOSAL S)</u>		
Police Department		
1. Facility Improvements and Major Renovations	\$30.00	
Total Police		\$30.00
Fire and EMS		
1. Major renovations of Fire Facilities	\$6.00	
2. New construction- Fire Stations	30.00	
3. New construction- Fire Boat Facility	0.00	
Total Fire and EMS		\$36.00
Health and Wellness Promotion		
1. Facility Improvements and Upgrades	\$6.00	
Total Health and Wellness Promotion		\$6.00
TOTAL PUBLIC SAFETY		\$72.00
III <u>PUBLIC LIGHTING SERVICE (PROPOSAL L)</u>		
Public Lighting Department		
1. System Improvements	\$13.65	
2. Fenkell, Evergreen to Telegraph	0.35	
3. Mistersky Technical Accessment	1.00	
4. Headquarters Upgrade	0.50	
5. Engineering Services	2.20	
6. Gallery System Map	0.25	
7. Billing & Meter Reading System	0.50	
8. Engg Salaries Abatement	0.50	
9. Special Event Load Centers	1.00	
10. Const. Cost Abatement	1.80	
11. Substation Battery Replacement	0.25	
TOTAL PUBLIC LIGHTING SERVICE		\$22.00

**CITY OF DETROIT
GENERAL OBLIGATION BONDS PROJECT LISTING
2008 REQUEST FOR ADDITIONAL VOTER AUTHORIZATION**

	BONDS BALLOT PROPOSALS	AMOUNT (in millions)
IV	<u>MUNICIPAL FACILITIES (PROPOSAL M)</u>	
	Department of Public Works	
	1. DPW Facility Improvements	\$4.00
	2. Jefferson Ave Streetscape (TEA# 2)	2.70
	3. Michigan Ave Streetscape	1.60
	4. Grand River Gateway	1.70
	Total DPW	\$10.00
	Civic Center	
	1. Facility Improvements	\$10.00
	Total Civic Center	\$10.00
	General Services	
	1. Capital Workforce	\$3.00
	2. DPW	2.00
	3. Recreation	1.20
	4. Police	1.20
	5. Health	3.00
	6. Civic Center	0.75
	7. Elections	0.25
	8. Fire	2.70
	9. PLD	0.90
	Total General Services	\$15.00
	TOTAL MUNICIPAL FACILITIES	\$35.00
V	<u>MUSEUMS, LIBRARIES, RECREATION, AND OTHER CULTURAL FACILITIES (PROPOSAL R)</u>	
	Detroit Institute of Arts	
	1. Facility Improvements	\$25.00
	C.H. Wright Museum African American History	\$2.50
	1. Facility Improvements	
	Historical Museum	
	1. Collections Resource Center	\$2.00
	2. Dossin Museum	1.00
	Total Historical	\$3.00
	Detroit Public Library	
	1. Children's Museum	\$3.50
	2. Demolition: Mark Twain, Chandler Park and Chaney	1.00
	3. Main Lib Structural Needs	14.00
	4. Branch Libraries	6.50
	Total Library	\$25.00

**CITY OF DETROIT
GENERAL OBLIGATION BONDS PROJECT LISTING
2008 REQUEST FOR ADDITIONAL VOTER AUTHORIZATION**

BONDS BALLOT PROPOSALS	AMOUNT (in millions)	
Recreation Department		
1. Capital Operations (workforce)	\$4.00	
2. Parks and Landscapes	12.00	
3. Belle Isle renovation and improvements	9.00	
Total Recreation		\$25.00
Zoological Institute		
1. Electric/Water /Sewer Line Improvements	\$0.50	
2. Structural Infrastructure	1.10	
3. Roof Replacement	0.75	
4. Repair of Gunite	0.75	
5. Roadway Repair	0.87	
6. HVAC/ Boiler Relacement/Underground	1.35	
7. Fire Detection System Upgrade	1.00	
8. Belle Isle Nature Zoo	1.00	
9. Sidewalks/ADA Accessibility	0.3	
10. Rhino Building building Renovation	0.5	
11. Restroom Renovation	0.3	
12. Support Facilities/Outbuildings	0.58	
Total Zoo		\$9.00
Eastern Market		
1. Infrastructure Improvements		\$7.50
TOTAL MUSEUMS, LIBRARIES, RECREATION, AND OTHER CULTURAL FACILITIES		\$97.00

VI TRANSPORTATION IMPROVEMENTS (PROPOSAL T)

Airport		
1. Renovate Executive Terminal	\$5.00	
2. Local Match and Compliance	2.00	
3. Hanger Construction	1.00	
4. New Cargo Area	0.38	
5. Construct Replacement Runway	1.50	
6. Airport Signage Improvements	0.10	
7. Grading & Leveling DelaSalle Parcel	1.71	
8. Other	0.31	
Total Airport		\$12.00
TOTAL TRANSPORTATION IMPROVEMENTS		\$12.00
TOTAL GENERAL OBLIGATION BONDS BALLOT PROPOSALS		\$263.00

RESOLUTION

BY COUNCIL MEMBER _____:

WHEREAS, Art. 9, §6 and §§25-34 of the 1963 Michigan Constitution, requires the approval of a majority of qualified electors of the City of Detroit as a condition precedent to the issuance of General Obligation Bonds of the City secured by *ad valorem* taxes in addition to state statutory and City Charter limits;

WHEREAS, the Detroit City Council deems it necessary for the preservation of the public peace, health, safety, and welfare of the People of the City of Detroit that public improvements and projects for neighborhood redevelopment and housing rehabilitation programs and economic development programs be made and financed, and that the cost, or part of the cost thereof, be defrayed from proceeds of the sale of General Obligation Bonds of the City of Detroit currently outstanding or to be issued, which shall be secured by the full faith and credit of the City of Detroit and for which *ad valorem* taxes may be levied, in addition to state statutory and City Charter limits, by the City of Detroit;

WHEREAS, funds in the amount of \$25,000,000 from the proceeds of the sale of General Obligation Bonds of the City of Detroit will be used for project improvements to various City of Detroit neighborhood redevelopment and housing rehabilitation programs and economic development projects; and

WHEREAS, the estimated millage rate in the first year and simple average annual millage rate set forth in the bond proposition are reasonable estimates of such millage rates based on current assumptions;

NOW THEREFORE BE IT RESOLVED that, as the legislative body of the City of Detroit, the Detroit City Council hereby determines to submit to the qualified electors of the City of Detroit at the November 4, 2008 General Election a proposal authorizing the issuance of capital improvement bonds for project improvements to various neighborhood redevelopment and housing rehabilitation programs and economic development projects for the City of Detroit;

BE IT FURTHER RESOLVED that said proposal be printed upon the ballot for the November 4, 2008 General Election as follows:

**Proposal - City of Detroit Neighborhood Redevelopment and
Economic Development Programs Bonding Proposal**

"Do you favor the authorization and issuance of General Obligation Unlimited Tax Bonds, payable from taxes the City is allowed to levy in addition to state statutory and City Charter limits, in an amount necessary to pay the principal and interest thereon in the principal sum of an amount not to exceed Twenty-Five Million Dollars (\$25,000,000) over three years for the purpose of paying the cost of improvements to various neighborhood redevelopment and housing rehabilitation projects, and for economic development projects? The estimated millage

that will be levied per \$1,000 of the taxable value of property located in the City to pay for the proposed bonds will be \$0.1509 in the first year, which will raise in the first year an estimated amount of Three Million Dollars (\$3,000,000), and the estimated simple average annual millage rate over the life of the bonds, which will not exceed 30 years from the date of issuance, is .0893 mills (\$.0893 per \$1,000 of taxable value). If approved, this would be a renewal of a previously authorized millage."

Yes __

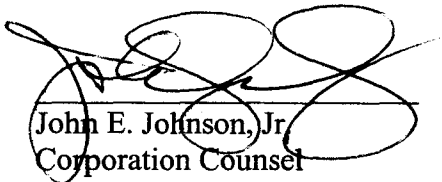
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BE IT FURTHER RESOLVED that, before submission of said proposal to the voters of the City of Detroit, such proposal shall be published in full as a part of the official proceedings of the Detroit City Council in *The Detroit Legal News*;

BE IT FURTHER RESOLVED that said proposal shall be posted, in full, in a conspicuous place in each polling place on the day of the November 4, 2008 General Election; and

BE IT FURTHER RESOLVED that a copy of this Resolution be transmitted to the Detroit Election Commission to certify the wording of the above ballot proposal, within the time prescribed by law, for placement on the ballot for the November 4, 2008 General Election.

Approved as to form:


John E. Johnson, Jr.
Corporation Counsel

RESOLUTION

BY COUNCIL MEMBER _____ :

WHEREAS, Art. 9, §6 and §§25-34 of the 1963 Michigan Constitution, requires the approval of a majority of qualified electors of the City of Detroit as a condition precedent to the issuance of General Obligation Bonds of the City secured by *ad valorem* taxes in addition to state statutory and City Charter limits;

WHEREAS, the Detroit City Council deems it necessary for the preservation of the public peace, health, safety, and welfare of the People of the City of Detroit that improvements for public safety purposes, including Police, Fire, Emergency Medical Services (EMS), Health and other municipal facilities, be made and financed, and that the cost, or part of the cost thereof, be defrayed from the proceeds of the sale of General Obligation Bonds of the City of Detroit currently outstanding or to be issued, which shall be secured by the full faith and credit of the City of Detroit and for which *ad valorem* taxes may be levied, in addition to state statutory and City Charter limits, by the City of Detroit;

WHEREAS, funds in the amount of \$72,000,000 from the proceeds of the sale of General Obligation Bonds of the City of Detroit, will be used to acquire, construct, renovate, or rehabilitate City of Detroit public safety projects relating to Police, Fire and EMS; and Health and other municipal facilities and

WHEREAS, the estimated millage rate in the first year and simple average annual millage rate set forth in the bond proposition are reasonable estimates of such millage rates based on current assumptions;

NOW THEREFORE BE IT RESOLVED that, as the legislative body of the City of Detroit, the Detroit City Council hereby determines to submit to the qualified electors of the City of Detroit at the November 4, 2008 General Election a proposal authorizing the issuance of capital improvement bonds for public improvements relating to City of Detroit public safety, including Police, Fire, EMS, Health and other municipal facilities;

BE IT FURTHER RESOLVED that said proposal be printed upon the ballot for the November 4, 2008 General Election as follows:

**Proposal - City of Detroit Public Safety Improvements
Bonding Proposal**

"Do you favor the authorization and issuance of General Obligation Unlimited Tax Bonds, payable from taxes the City is allowed to levy in addition to state statutory and City Charter limits, in an amount necessary to pay the principal and interest thereon in the principal sum of an amount not to exceed Seventy-Two Million Dollars (\$72,000,000) over three years for the purpose of paying the cost of acquisition, construction, renovation, or rehabilitation of public safety projects relating to, Police, Fire, Emergency Medical Services (EMS), Health facilities and other

municipal facilities public safety improvements? The estimated millage that will be levied per \$1,000 of the taxable value of property located in the City to pay for the proposed bonds will be \$0.4346 in the first year, which will raise in the first year an estimated amount of Nine Million Dollars (\$9,000,000) and the estimated simple average annual millage rate over the life of the bonds, which will not exceed 30 years from the date of issuance, is .2573 mills (\$0.2573 per \$1,000 of taxable value). If approved, this would be a renewal of a previously authorized millage."

Yes _____

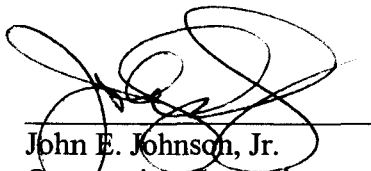
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BE IT FURTHER RESOLVED that, before submission of said proposal to the voters of the City of Detroit, such proposal shall be published in full as a part of the official proceedings of the Detroit City Council in *The Detroit Legal News*;

BE IT FURTHER RESOLVED that said proposal shall be posted, in full, in a conspicuous place in each polling place on the day of the November 4, 2008 General Election; and

BE IT FURTHER RESOLVED that a copy of this Resolution be transmitted to the Detroit Election Commission to certify the wording of the above ballot proposal, within the time prescribed by law, for placement on the ballot for the November 4, 2008 General Election.

Approved as to form:



John E. Johnson, Jr.
Corporation Counsel

RESOLUTION

BY COUNCIL MEMBER _____:

WHEREAS, Art. 9, §6 and §§25-34 of the 1963 Michigan Constitution, requires the approval of a majority of qualified electors of the City of Detroit as a condition precedent to the issuance of General Obligation Bonds of the City secured by *ad valorem* taxes in addition to state statutory and City Charter limits;

WHEREAS, the Detroit City Council deems it necessary for the preservation of the public peace, health, safety, and welfare of the People of the City of Detroit that public lighting service improvements be made and financed, and that the cost, or part of the cost thereof, be defrayed from proceeds of the sale of General Obligation Bonds of the City of Detroit currently outstanding or to be issued, which shall be secured by the full faith and credit of the City of Detroit and for which *ad valorem* taxes may be levied, in addition to state statutory and City Charter limits, by the City of Detroit;

WHEREAS, funds in the amount of \$22,000,000 from the proceeds of the sale of General Obligation Bonds of the City of Detroit will be used for improving City of Detroit street and alley lighting, emergency communications, service extensions, and for improvements required to supply light and power to the City; and

WHEREAS, the estimated millage rate in the first year and simple average annual millage rate set forth in the bond proposition are reasonable estimates of such millage rates based on current assumptions;

NOW THEREFORE BE IT RESOLVED that, as the legislative body of the City of Detroit, the Detroit City Council hereby determines to submit to the qualified electors of the City of Detroit at the November 4, 2008 General Election a proposal authorizing the issuance of capital improvement bonds for public lighting service improvements;

BE IT FURTHER RESOLVED that said proposal be printed upon the ballot for the November 4, 2008 General Election as follows:

**Proposal - City of Detroit Public Lighting Service Bonding
Proposal**

"Do you favor the authorization and issuance of General Obligation Unlimited Tax Bonds, payable from taxes the City is allowed to levy in addition to state statutory and City Charter limits, in an amount necessary to pay the principal and interest thereon in the principal sum of an amount not to exceed Twenty-Two Million Dollars (\$22,000,000) over three years for the purpose of paying the cost of improving street and alley lighting,

emergency communications, service extensions, and improvements required to supply light and power? The estimated millage that will be levied per \$1,000 of the taxable value of property located in the City to pay for the proposed bonds will be \$0.1328 in the first year, which will raise in the first year an estimated amount of Seven Million Dollars (\$7,000,000) and the estimated simple average annual millage rate over the life of the bonds, which will not exceed 30 years from the date of issuance, is .0786 mills (\$0.0786 per \$1,000 of taxable value). If approved, this would be a renewal of a previous authorized millage."

Yes _____

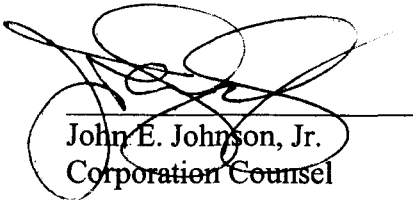
No _____

BE IT FURTHER RESOLVED that, before submission of said proposal to the voters of the City of Detroit, such proposal shall be published in full as a part of the official proceedings of the Detroit City Council in *The Detroit Legal News*;

BE IT FURTHER RESOLVED that said proposal shall be posted, in full, in a conspicuous place in each polling place on the day of the November 4, 2008 General Election; and

BE IT FURTHER RESOLVED that a copy of this Resolution be transmitted to the Detroit Election Commission to certify the wording of the above ballot proposal, within the time prescribed by law, for placement on the ballot for the November 4, 2008 City of Detroit General Election.

Approved as to form:


John E. Johnson, Jr.
Corporation Counsel

RESOLUTION

BY COUNCIL MEMBER _____ :

WHEREAS, Art. 9, §6 and §§25-34 of the 1963 Michigan Constitution, requires the approval of a majority of qualified electors of the City of Detroit as a condition precedent to the issuance of General Obligation Bonds of the City secured by *ad valorem* taxes in addition to state statutory and City Charter limits;

WHEREAS, the Detroit City Council deems it necessary for the preservation of the public peace, health, safety, and welfare of the People of the City of Detroit that the acquisition, construction, renovation and rehabilitation of various municipal facilities be financed, and that the cost, or part of the cost thereof, be defrayed from the proceeds of the sale of General Obligation Bonds of the City of Detroit currently outstanding or to be issued, which shall be secured by the full faith and credit of the City of Detroit and for which *ad valorem* taxes may be levied, in addition to state statutory and City Charter limits, by the City of Detroit;

WHEREAS, funds in the amount of \$35,000,000 from the proceeds of the sale of General Obligation Bonds of the City of Detroit will be used to acquire, construct, renovate, or rehabilitate various City of Detroit municipal facilities; and

WHEREAS, the estimated millage rate in the first year and simple average annual millage rate set forth in the bond proposition are reasonable estimates of such millage rates based on current assumptions;

NOW THEREFORE BE IT RESOLVED that, as the legislative body of the City of Detroit, the Detroit City Council hereby determines to submit to the qualified electors of the City of Detroit at the November 4, 2008 General Election a proposal authorizing the issuance of capital improvement bonds for public improvements of various municipal facilities;

BE IT FURTHER RESOLVED that said proposal be printed upon the ballot for the November 4, 2008 General Election as follows:

Proposal - City of Detroit Municipal Facilities Bonding Proposal

"Do you favor the authorization and issuance of General Obligation Unlimited Tax Bonds, payable from taxes the City is allowed to levy in addition to state statutory and City Charter limits, in an amount necessary to pay the principal and interest thereon in the principal sum of an amount not to exceed Thirty-Five Million Dollars (\$35,000,000) over three years for the purpose of paying the cost of acquisition, construction, renovation,

or rehabilitation of Detroit municipal facilities? The estimated millage that will be levied per \$1,000 of the taxable value of property located in the City to pay for the proposed bonds will be \$.2113 in the first year, which will raise in the first year an estimated amount of Five Million Dollars (\$5,000,000) and the estimated simple average annual millage rate over the life of the bonds, which will not exceed 30 years from the date of issuance, is 0.1251 mills (\$0.1251 per \$1,000 of taxable value). If approved, this would be a renewal of a previously authorized millage."

Yes _____


No _____

BE IT FURTHER RESOLVED that, before submission of said proposal to the voters of the City of Detroit, such proposal shall be published in full as a part of the official proceedings of the Detroit City Council in *The Detroit Legal News*;

BE IT FURTHER RESOLVED that said proposal shall be posted, in full, in a conspicuous place in each polling place on the day of the November 4, 2008 General Election; and

BE IT FURTHER RESOLVED that a copy of this Resolution be transmitted to the Detroit Election Commission to certify the wording of the above ballot proposal, within the time prescribed by law, for placement on the ballot for the November 4, 2008 General Election.

Approved as to form:



John E. Johnson, Jr.
Corporation Counsel

RESOLUTION

BY COUNCIL MEMBER _____ :

WHEREAS, Art. 9, §6 and §§25-34 of the 1963 Michigan Constitution, requires the approval of a majority of qualified electors of the City of Detroit as a condition precedent to the issuance of General Obligation Bonds of the City secured by *ad valorem* taxes in addition to state statutory and City Charter limits;

WHEREAS, the Detroit City Council deems it necessary for the preservation of the public peace, health, safety, and welfare of the People of the City of Detroit that public improvements to museums, libraries, recreation, and cultural facilities be made and financed, and that the cost, or part of the cost thereof, be defrayed from proceeds of the sale of General Obligation Bonds of the City of Detroit currently outstanding or to be issued, which shall be secured by the full faith and credit of the City of Detroit and for which *ad valorem* taxes may be levied, in addition to state statutory and City Charter limits, by the City of Detroit;

WHEREAS, funds in the amount of \$97,000,000 from the proceeds of the sale of General Obligation Bonds of the City of Detroit will be used to acquire, construct, renovate, or rehabilitate various City of Detroit museums, libraries, recreation and other cultural facilities; and

WHEREAS, the estimated millage rate in the first year and simple average annual millage rate set forth in the bond proposition are reasonable estimates of such millage rates based on current assumptions;

NOW THEREFORE BE IT RESOLVED that, as the legislative body of the City of Detroit, the Detroit City Council hereby determines to submit to the qualified electors of the City of Detroit at the November 4, 2008 General Election a proposal authorizing the issuance of capital improvement bonds for public improvements of recreation, zoo, and cultural facilities;

BE IT FURTHER RESOLVED that said proposal be printed upon the ballot for the November 4, 2008 General Election as follows:

**Proposal - City of Detroit Museums, Libraries, and Recreation
and Other Cultural Facilities Bonding Proposal**

"Do you favor the authorization and issuance of General Obligation Unlimited Tax Bonds, payable from taxes the City is allowed to levy in addition to state statutory and City Charter limits, in an amount necessary to pay the principal and interest thereon in the principal sum of an amount not to exceed Ninety-Seven Million Dollars (\$97,000,000) over three years for the purpose of paying the cost of acquisition, construction, renovation,

or rehabilitation of City of Detroit Museums, Detroit Public Library Facilities, Recreation, and other Cultural facilities? The estimated millage that will be levied per \$1,000 of the taxable value of property located in the City to pay for the proposed bonds will be \$.5855 in the first year, which will raise in the first year an estimated amount of Twenty-Three Million Dollars (\$23,000,000) and the estimated simple average annual millage rate over the life of the bonds, which will not exceed 30 years from the date of issuance, is 0.3466 mills (\$0.3466 per \$1,000 of taxable value). If approved, this would be a renewal of a previously authorized millage."

Yes _____

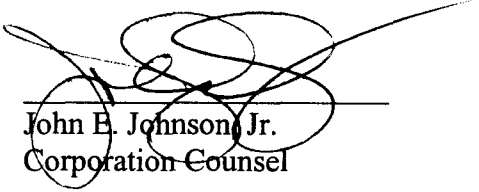
No _____

BE IT FURTHER RESOLVED that, before submission of said proposal to the voters of the City of Detroit, such proposal shall be published in full as a part of the official proceedings of the Detroit City Council in *The Detroit Legal News*;

BE IT FURTHER RESOLVED that said proposal shall be posted, in full, in a conspicuous place in each polling place on the day of the November 4, 2008 General Election; and

BE IT FURTHER RESOLVED that a copy of this Resolution be transmitted to the Detroit Election Commission to certify the wording of the above ballot proposal, within the time prescribed by law, for placement on the ballot for the November 4, 2008 General Election.

Approved as to form:



John E. Johnson Jr.
Corporation Counsel

RESOLUTION

BY COUNCIL MEMBER _____:

WHEREAS, Art. 9, §6 and §§25-34 of the 1963 Michigan Constitution, requires the approval of a majority of qualified electors of the City of Detroit as a condition precedent to the issuance of General Obligation Bonds of the City secured by *ad valorem* taxes in addition to state statutory and City Charter limits;

WHEREAS, the Detroit City Council deems it necessary for the preservation of the public peace, health, safety, and welfare of the People of the City of Detroit that the acquisition, construction, renovation and rehabilitation of various municipal facilities be financed, and that the cost, or part of the cost thereof, be defrayed from the proceeds of the sale of General Obligation Bonds of the City of Detroit currently outstanding or to be issued, which shall be secured by the full faith and credit of the City of Detroit and for which *ad valorem* taxes may be levied, in addition to state statutory and City Charter limits, by the City of Detroit;

WHEREAS, funds in the amount of \$12,000,000 from the proceeds of the sale of General Obligation Bonds of the City of Detroit will be used to acquire, construct, renovate, or rehabilitate various City of Detroit transportation facilities; and

WHEREAS, the estimated millage rate in the first year and simple average annual millage rate set forth in the bond proposition are reasonable estimates of such millage rates based on current assumptions;

NOW THEREFORE BE IT RESOLVED that, as the legislative body of the City of Detroit, the Detroit City Council hereby determines to submit to the qualified electors of the City of Detroit at the November 4, 2008 General Election a proposal authorizing the issuance of capital improvement bonds for public improvements of various transportation facilities;

BE IT FURTHER RESOLVED that said proposal be printed upon the ballot for the November 4, 2008 General Election as follows:

**Proposal - City of Detroit Transportation Facilities Bonding
Proposal**

"Do you favor the authorization and issuance of General Obligation Unlimited Tax Bonds, payable from taxes the City is allowed to levy in addition to state statutory and City Charter limits, in an amount necessary to pay the principal and interest thereon in the principal sum of an amount not to exceed Twelve Million Dollars (\$12,000,000) over three years for the purpose of

paying the cost of acquisition, construction, renovation, or rehabilitation of Detroit transportation facilities? The estimated millage that will be levied per \$1,000 of the taxable value of property located in the City to pay for the proposed bonds will be .0724 in the first year, which will raise in the first year an estimated amount of Three Million Dollars (\$3,000,000) and the estimated simple average annual millage rate over the life of the bonds, which will not exceed 30 years from the date of issuance, is .0429 mills (\$.0429 per \$1,000 of taxable value). If approved, this would be a renewal of a previously authorized millage."

Yes _____


No _____

BE IT FURTHER RESOLVED that, before submission of said proposal to the voters of the City of Detroit, such proposal shall be published in full as a part of the official proceedings of the Detroit City Council in *The Detroit Legal News*;

BE IT FURTHER RESOLVED that said proposal shall be posted, in full, in a conspicuous place in each polling place on the day of the November 4, 2008 General Election; and

BE IT FURTHER RESOLVED that a copy of this Resolution be transmitted to the Detroit Election Commission to certify the wording of the above ballot proposal, within the time prescribed by law, for placement on the ballot for the November 4, 2008 General Election.

Approved as to form:



John E. Johnson, Jr.
Corporation Counsel

November 2004

**CITY OF DETROIT
GENERAL OBLIGATION BONDS PROJECT LISTING
FY2005 REQUEST FOR ADDITIONAL VOTER AUTHORIZATION**

Balance Score card	BONDS BALLOT PROPOSALS	AMOUNT (in millions)
I	NEIGHBORHOOD REDEVELOPMENT AND ECONOMIC DEVELOPMENT (PROPOSAL N)	
	Planning & Development	
E, R	1. Art Center	\$0.35
E, R	2. Brush Park	6.00
E, R	3. Chalmers Heights	1.50
E, R	4. Commercial-Industrial Development Sites	2.50
E, R	5. Eastern Market/Wholesale Distribution	1.90
E, R	6. Far East Development Study	0.50
E, R	7. Jefferson-Chalmers	1.75
E, R	8. McDougall Hunt	1.50
E, R, S	9. Traffic Ways Development Fund	2.00
E, R	10. Virginia Park	1.00
	Total Planning & Development	
	TOTAL NEIGHBORHOOD REDEVELOPMENT AND ECONOMIC DEV.	\$19.00
II	PUBLIC SAFETY (PROPOSAL S)	
	Police Department	
S	1. Prisoner Detention Center (DOJ)	\$30.00
S	2. Crime Laboratory	20.00
S	3. Precinct, Police Headquarters and other facility renovations (DOJ)	5.00
S	4. Retrofit Five Precinct Firing Ranges (DOJ)	9.00
S, R	5. Property Room	14.00
	DOJ is Department of Justice consent decree mandatory projects.	
	Total Police	\$78.00
	Fire and EMS	
S	1. Major renovations of Fire Facilities	\$3.50
S	2. New construction- Fire Stations	10.00
S	3. New construction- Training Facility	4.00
	Total Fire and EMS	\$17.50
	Health and Wellness Promotion	
C, S, R	1. Primary Care Clinics (four)	\$1.20
C, S, R	2. Animal Control and Care facility	1.80
C, S, R	3. Herman Keifer Facility- Client Services and Support	2.20
C, S, R	4. Herman Keifer Facility- Pavillions	2.30
	Total Health and Wellness Promotion	\$7.50
	Civic Center	
E, S, R	1. Fire Suppression Systems	\$7.00
E, S, R	2. Hart Plaza- ADA Upgrades	2.00
	Total Civic Center	\$9.00
	Department of Public Works	
C, E, S, R	1. Detroit Intelligent Traffic System (ITS) Pilot Project	\$6.00
	Total Public Works	\$6.00
	Recreation Department	
C, R, S	1. Fire Safety and ADA improvements	\$2.00
	Total Recreation	\$2.00
	TOTAL PUBLIC SAFETY	\$120.00

November 2004

**CITY OF DETROIT
GENERAL OBLIGATION BONDS PROJECT LISTING
FY2005 REQUEST FOR ADDITIONAL VOTER AUTHORIZATION**

Balance Score card	BONDS BALLOT PROPOSALS	AMOUNT (in millions)
III	<u>PUBLIC LIGHTING SERVICE (PROPOSAL L)</u>	
	Public Lighting Department	
C	1. Generator # 7 control system upgrade	\$1.50
C	2. Generator # 6 mechanical system upgrade	1.80
C, S	3. SCADA System upgrade	0.50
C	4. Substation battery replacement	0.40
C	5. Power Plant Roof replacement	1.00
C, F	6. Distribution system infrastructure improvements	1.50
C, E, S	7. New electric service extensions	1.40
C	8. Substation transformer replacement	1.00
C	9. Porter substation 24kv breaker replacement	2.00
C, R, S	10. Traffic Signal Secondary service upgrades	1.20
C, R, S	11. Street Lighting Infrastructure improvements	1.70
C	12. Russell substation/DTE interconnect	3.00
C	13. Power plant switch house replacement	5.00
	TOTAL PUBLIC LIGHTING SERVICE	<u>\$22.00</u>
IV	<u>RECREATION, ZOO AND CULTURAL FACILITIES (PROPOSAL R)</u>	
	Recreation Department	
C, R	1. Belle Isle renovation and improvements	\$7.00
C, R	2. Park renovation and improvements	5.00
	Total Recreation	\$12.00
	Zoological Institute	
R	1. Penguinarium renovation/mechanical system	\$0.75
R	2. Railroad Trains/trams	0.50
R	3. Roof replacement	1.25
R	4. Belle Isle Nature Zoo	5.50
	Total Zoo	<u>\$8.00</u>
	Cultural Affairs	
E, R	1. Eastern Market	<u>\$2.00</u>
	TOTAL RECREATION, ZOO AND CULTURAL FACILITIES	<u>\$22.00</u>

November 2004

**CITY OF DETROIT
GENERAL OBLIGATION BONDS PROJECT LISTING
FY2005 REQUEST FOR ADDITIONAL VOTER AUTHORIZATION**

Balance Score card	BONDS BALLOT PROPOSALS	AMOUNT (in millions)
V	<u>TRANSPORTATION IMPROVEMENTS (PROPOSAL T)</u>	
	Department of Transportation	
C, R	1. Bus Replacement	\$12.00
	Total Department of Transportation	\$12.00
	Detroit Transportation Corporation	
C, R	1. People Mover- Midlife Vehicle Overhaul	\$12.00
C, R	2. People Mover- Replacement of ATC Loop Cable	0.25
C, R	3. People Mover- Replacement of Escalators (2 to 4 out of 14)	2.75
	Total Detroit Transportation Corporation	\$15.00
	Airport	
C, R	1. Land Acquisition- Minitake Phase 3 and 4	\$2.50
C, R, S	2. Security Improvements	2.50
	Total Airport	\$5.00
	TOTAL TRANSPORTATION IMPROVEMENTS	\$32.00
	TOTAL GENERAL OBLIGATION BONDS BALLOT PROPOSALS	\$215.00

BALANCE SCORECARD KEY

E= Accelerate ECONOMIC & BUSINESS DEVELOPMENT
F= Improve FINANCIAL HEALTH
S= Improve PUBLIC SAFETY
C= Improve CITY SERVICES
R= Improve KEY STAKEHOLDER RELATIONSHIPS